LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 7164 DATE PREPARED: Mar 25, 2002 **BILL NUMBER:** HB 1329 **BILL AMENDED:** Mar 14, 2002

SUBJECT: Public Water and Wastewater and the Environmental Assistance Authority.

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FUNDS AFFECTED: X GENERAL IMPACT: State & Local

 $\overline{\underline{X}}$ DEDICATED FEDERAL

Summary of Legislation: (CCR Amended) This bill eliminates the requirement for the Department of Environmental Management (IDEM) to use permit application fee revenue to pay for outside consultants to prepare draft permits. The bill requires IDEM to report to the Environmental Quality Service Council (EQSC) on the use of permit fee revenue and on the status of certain permits. It changes references to "public water supply" to "public water system" to conform to federal environmental law. This bill also repeals the definitions of "public water supply" and "water supply system". The bill also provides that the Budget Agency may rather than shall use not more than two percent of the Drinking Water Revolving Loan Fund for certain purposes. With respect to the Clean Manufacturing Technology Board, the bill (1) provides for appointment of one member from a public university in Indiana; (2) eliminates the requirement that one member from a university must have expertise in occupational health and the workplace environment; and (3) corrects a cross-reference.

Effective Date: (Amended) Upon passage; July 1, 2002.

<u>Explanation of State Expenditures:</u> (Revised) This bill requires IDEM to report to the EQSC on the distribution of funds for the NPDES, solid waste, and hazardous waste programs of the Department and boards. Costs associated with preparing and presenting data to the EQSC can be absorbed given existing resources.

An appointed member of the Clean Manufacturing Technology Board is not entitled to per diem, but is entitled to reimbursement for traveling expenses. The proposal does not change the number of appointed members, but does change whom one of the members represents. A change in expenditures would occur only if the new member's traveling expenses differed from those of the current member who is being replaced. The impact is not expected to be significant.

Expenses incurred by the Clean Manufacturing Board are paid by the Department of Environmental

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Management using State General Fund appropriations for pollution prevention.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

<u>State Agencies Affected:</u> Legislative Services Agency, the Department of Environmental Management, and the Clean Manufacturing Technology Board.

Local Agencies Affected:

Information Sources: Mike Landwer, Rich Emery, and Matt Martin, State Budget Agency and State Revolving Loan Program, 232-0759; Erika Seydel Cheney, Director of the Office of Business and Legislative Relations, IDEM (317) 232-8598.

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